



GARY R. HERBERT  
Governor

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# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

June 21, 2016

Bruce Evans  
Nephi Sandstone Corporation  
1250 North 200 West  
P.O. Box 137  
Nephi, Utah 84648

Subject: Division of Corporations Registration, Nephi Sandstone Corporation, Soma and Champlin #1 Quarries, S/023/0065 and S/023/0104, Juab County, Utah

Dear Mr. Evans:

In letters dated October 8, 2015, and March 25, 2016, the Division of Oil, Gas and Mining instructed Craig Dansie to transfer the Notices of Intention to Commence Small Mining Operations (Notices) for the Soma and Champlin #1 Quarries from Nephi Sandstone Corporation, which is now dissolved, to either an individual or an entity registered with the Utah Division of Corporations by May 31, 2016. The Division has not received the requested information and as a result issued cessation orders.

The following items need to be completed:

1. Transfer the Notices from Nephi Sandstone Corporation to either an individual or an entity registered with the Utah Division of Corporations. A blank transfer application form is enclosed, and it can also be obtained from the Division's web site at [http://linux3.ogm.utah.gov/WebStuff/wwwroot/minerals/permit\\_forms.html](http://linux3.ogm.utah.gov/WebStuff/wwwroot/minerals/permit_forms.html)
2. Update the reclamation contracts to the new entity(ies) which needs to be the same as on the Notices. A copy of the reclamation contract form is enclosed.
3. The reclamation sureties must be in the name of the entity(ies) listed on the Notices and the reclamation contracts.

The Division understands you have considered transferring the Notices to DE Industries LLC which is registered to do business in Utah. This is an acceptable option, but all associated documents—the sureties, the Notices, and the reclamation contracts—would need to be changed.





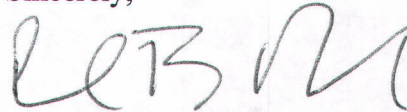
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The Division has received a request from the Bureau of Land Management to forfeit the surety held for the Champlin #1 quarry and will be filing a Notice of Agency Action (NOAA) with the Board of Oil, Gas and Mining. This was mentioned in the Division's September 9, 2015, letter. A copy of the NOAA will be sent to you.

Please call Wayne Western at 801 538-5263 if you have questions about these requirements. Questions concerning the sureties may be directed to Penny Berry at 801-538-5291. Thank you for your cooperation.

Sincerely,

A handwritten signature in black ink, appearing to read 'P. Baker'.

Paul Baker  
Minerals Program Manager

PBB: whw: eb  
Enclosures: Reclamation Contract and Transfer Form  
cc: Todd Leeds and Cheryl LaRoque, Fillmore BLM (tleeds@blm.gov and claroque@blm.gov)  
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